



OPEN MEETING AGENDA ITEM



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January 25, 2013

Docket Control  
Arizona Corporation Commission  
1200 West Washington  
Phoenix, Arizona

RE: Arizona Public Service Company (APS or the Company)  
Docket No. E-01345A-12-0290 ~~E-01345A-10-0394~~  
2013 Renewable Energy Standard (RES) Implementation Plan  
Adjustment Schedule REAC-1

In Open Meeting on January 23, 2013, the Arizona Corporation Commission (Commission) approved the APS 2013 RES Implementation Plan. Attached please find a revised Adjustment Schedule REAC-1 reflecting charges and surcharge limits calculated pursuant to the budget approved at the Open Meeting.

Once a Decision in this matter is issued, APS will file a conforming copy of the Schedule reflecting the assigned Decision number.

If any questions arise regarding this proposal, please call me at 602-250-2661.

Sincerely,

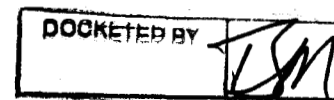
  
Jeffrey W. Johnson

JJ:bgs

cc: Chairman Bob Stump  
Commissioner Gary Pierce  
Commissioner Brenda Burns  
Commissioner Bob Burns  
Commissioner Susan Bitter Smith  
Steve Olea  
Terri Ford  
Ray Williamson  
Parties of Record

Arizona Corporation Commission  
**DOCKETED**

JAN 25 2013



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AZ CORP COM  
DOCKET CONTROL

Copies of the foregoing  
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## ADJUSTMENT SCHEDULE REAC-1 RENEWABLE ENERGY STANDARD

### APPLICATION

The Renewable Energy Standard Adjustment Schedule ("REAC") shall apply to all retail Standard Offer or Direct Access service. All provisions of the customer's current applicable rate schedule will apply in addition to adjustment schedule REAC-1. This schedule shall recover the revenue requirements from the Renewable Energy Standard that are not otherwise recovered in base rates. The kWh charge and monthly surcharge limits shall be revised annually, as necessary, as approved by the Arizona Corporation Commission ("Commission"). Any new charges and surcharge limits will be applied in billing cycle 1 in the January revenue month, or as otherwise ordered by the Commission, and will not be prorated. Details regarding the administration of this Adjustor can be found in A.A.C. R14-2-1808. Adjustment schedules REAC-1 and DSMAC-1 may be combined on the customer's bill and shown on the "Environmental Benefits Surcharge" line.

As provided in Arizona Corporation Commission decision 73183, customers who receive an incentive under the Renewable Energy Standard and install their system after July 1, 2012 will pay the applicable monthly surcharge limit. This provision shall be effective in billing cycle 1 after APS reprograms its billing system to accomplish this, or with the March 2013 billing, whichever is sooner.

### RATES

The bill shall be calculated at the following rates:

All kWh	\$0.009575	per kWh
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### SURCHARGE LIMITS

The monthly total of the Renewable Energy Standard Adjustment Charge shall not exceed the following limits:

Residential Customers	\$3.83	per service per month
Non-residential Customers	\$142.25	per service per month
Non-residential Customers with demand of 3,000 kW or higher per month for three consecutive months	\$1000.00	per service per month*

\*Per Arizona Corporation Commission Decision XXXXX, the Renewable Energy Standard Adjustment Charge limit for Non-residential Customers with demand of 3,000 kW or higher per month for three consecutive months will increase \$200.00 every 2 months until reaching \$2,200.00 per month on January 1, 2014.